

**Michigan Municipal Bond Authority
Series 2006A State Aid Note Program
Bridge Loan Program
Anticipated Closing Date: April 27, 2006**

7 Step Borrowing Process

1. Borrower (School District) Contacts Note Counsel

Note counsel must be recognized by The Bond Buyer's Municipal Marketplace Directory (a.k.a. the "Red Book"). You can contact the Authority for a listing of recognized note counsel, if necessary.

2. Borrower Completes Application and Cash Flow

Application, cash flow, and instructions can be downloaded from the Authority's website at:
www.michigan.gov/mmba

3. Borrower's Board of Education Adopts Borrowing Resolution

The borrowing resolution should be adopted before the Authority's application due date (see step #4). Contact your note counsel for the borrowing resolution.

4. Borrower Submits Required Documentation to the Authority

- a. Completed application with monthly and weekly cash flow (weekly cash flow for the month with largest deficit, reflecting the deficit).
- b. Borrowing resolution adopted by your school district's board of education.
- c. Completed wiring instructions
- d. Most recently amended 2005/2006 general fund budget.

Documentation for the April 2006 Program must be received on or before: March 15, 2006

5. Borrower May Need to Obtain Approval from Michigan Department of Treasury, Local Audit and Finance Division (LAFD)

Your note counsel may assist you with the application process for approval from LAFD, if your school district does not have "Qualified Status" for its fiscal year ending June 30, 2005.

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Series 2006A State Aid Note Program
7 Step Borrowing Process (Continued)**

6. Authority Prices the Notes and Borrower Signs Purchase Contract

The Authority will price the notes and notify borrowers of the interest rate obtained.

Pricing for the April 2006 Borrowing is scheduled for Tuesday April 18, 2006.

After pricing, the Authority will email one copy of the purchase contract. An Authorized Officer, as defined in your resolution, must sign three copies of the contract, and a signed copy must be faxed to the Authority no later than 10:00 a.m. on the Friday after pricing.

One **original signed** copy of the purchase contract must be received by the Authority by Monday, April 24, 2006.

7. Borrower's Note Counsel Submits all Closing Documents and Borrower Receives Funds

The Authority will deliver the forms of the closing documents to your note counsel in advance of the closing date.

Each borrower must coordinate with its note counsel and complete all required closing documents and obtain the appropriate signatures.

Each borrower's note counsel must deliver all required documents to the Authority on or before the scheduled pre-closing date (April 25, 2006) determined by the Authority.

On the closing date, the Authority's trustee will wire note proceeds according to the instructions provided by the borrower (see step #4c).